VALUE ADDED TO THE KENTUCKY ECONOMY BY THE AGRICULTURAL SECTOR VIA THE PRODUCTION OF GOODS AND SERVICES, 1996 - 1999 1/2

Item	1996 <u>2</u> /	1997 2/	1998 2/	1999
	(000 Dollars)			
Final crop output	1,869,588	1,735,442	1,540,901	1,091,687
Food grains	130,342	82,232	64,435	58,840
Feed crops	484,833	356,861	292,460	283,017
Cotton	0	0	0	0
Oil crops	295,333	307,860	237,263	144,498
Tobacco	812,739	730,380	924,086	737,048
Fruits and tree nuts	5,248	2,601	4,269	3,832
Vegetables	12,000	8,700	9,220	8,760
All other crops	67,351	76,086	70,799	61,704
Home consumption	6,280	6,279	6,278	6,419
Value of inventory adjustment 3/	55,462	164,443	(67,909)	(212,431)
Final animal output	1,683,239	1,980,901	2,150,485	2,078,734
Meat animals	637,259	788,333	702,889	628,391
Dairy products	279,048	243,038	259,005	248,402
Poultry and eggs	190,862	255,587	415,009	448,086
Miscellaneous livestock	638,025	712,465	794,014	833,571
Home consumption	13,294	15,764	12,674	12,693
Value of inventory adjustment <u>3/</u>	(75,249)	(34,286)	(33,106)	(92,409)
Couries and forestmy	555 402	520 082	600 007	746 627
Services and forestry	555,493	539,982	608,087	746,637
Machine hire and customwork	25,807	18,669	24,146	19,495
Forest products sold	168,850	168,780	163,780	171,780
Other farm income	78,554	65,179	106,123	248,163
Gross imputed rental value of farm dwellings	282,282	287,354	314,038	307,199
Final agricultural sector output	4,108,320	4,256,326	4,299,473	3,917,058
(less) Intermediate consumption outlays	1,617,704	1,752,755	1,960,224	1,933,649
Farm origin	481,389	565,479	643,917	580,915
Feed purchased	257,848	300,001	361,753	365,764
Livestock and poultry purchased	147,583	185,553	193,091	116,449
Seed purchased	75,958	79,925	89,073	98,702
Manufactured inputs	422,544	416,202	447,678	444,298
Fertilizers and lime	211,446	193,490	226,123	217,928
Pesticides	83,914	88,766	92,584	97,356
Petroleum fuel and oils	97,309	100,446	97,706	99,498
Electricity	29,875	33,500	31,265	29,516
Other intermediate expenses	712 771	771 074	969 620	009 426
Other intermediate expenses	713,771	771,074	868,629	908,436
Repair and maintenance of capital items	174,615	196,482	200,239	197,430
Machine hire and customwork	51,359	52,367	50,977	54,220
Marketing, storage, and transportation expenses	115,607	120,055	156,076	145,934
Contract labor	42,728	43,207	48,053	56,376
Miscellaneous expenses	329,462	358,963	413,284	454,476
(plus) Net government transactions	(21,557)	(13,869)	42,107	131,487
+ Direct Government payments	74,673	83,056	139,672	229,103
- Motor vehicle registration and licensing fees	9,963	9,849	11,194	9,840
- Property taxes	86,267	87,076	86,371	87,776
Gross value added	2,469,058	2,489,702	2,381,356	2,114,895
(less) Capital consumption	563,024	569,028	572,844	579,602
Net value added	1,906,034	1,920,674	1,808,512	1,535,293
(less) Factor payments	668,044	631,254	653,060	688,319
Employee compensation (total hired labor)	179,866	181,473	197,035	200,650
Net rent received by nonoperator landlords	255,493	206,879	209,110	235,736
Real estate and nonreal estate interest	232,685	242,902	246,915	251,933

1/Final sector output is the gross value of the commodities and services produced within a year. Net value-added is the sector's contribution to the National economy and is the sum of the income from production earned by all factors-of-production. Net farm income is the farm operator's share of income from the sector's production activities. The concept presented is consistent with that employed by the Organization for Economic Cooperation and Development. 2/Revised. 3/A positive value of inventory change represents current-year production not sold by December 31. A negative value is an offset to production from prior years included in current-year sales.